

DD/S 66-5572

25 OCT 1966

MEMORANDUM FOR: Executive Director-Comptroller

THROUGH : Director, Planning, Programming and Budgeting

SUBJECT : Extension of Statutory Fringe Benefits to Certain
Contract Employees

1. This memorandum contains a recommendation for your approval; such recommendation is contained in paragraph 5.

2. The attached study, with which you are familiar, has now been completed and submitted for my approval. I consider it an important forward step in Agency support programs, something we have long needed, and I know you agree that Agency U.S. contract employees deserve these equal benefits and protection.

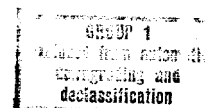
3. Prior to releasing the letter to the Director of the Bureau of Retirement and Insurance, I believe we must decide whether or not we can afford it since approval by the Civil Service Commission would place us in a vulnerable position with regard to an employee who may insist that he receive the benefits.

4. You will note from the attached breakdown that it could cost the Agency \$270,000 in 1967, distributed approximately as follows:

DCI	\$ 1,200
DDI	6,000
DDS&T	14,000
DD/S	23,000
DD/P	<u>225,800</u>
Total	\$ 270,000

In FY 1968, its first full year, it would cost approximately \$536,000 distributed proportionately the same.

SECRET



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5. I recommend that you approve our proceeding with the program with the understanding that it will be financed out of Agency savings to be identified by the Office of Planning, Programming and Budgeting at a subsequent date.

SIGNED R. L. Bannerman

R. L. Bannerman
Deputy Director
for Support

Attachments

CONCURRENCE:

Director, Planning, Programming and Budgeting

Date

The recommendation contained in paragraph 5 is approved.

L. K. White
Executive Director-Comptroller

Date

Distribution:

Orig - D/Pers via DD/S *w/att* (DD/S 66-5277)

1 - ER

✓ 1 - DD/S Subject w/h *w/atts*

1 - DD/S Chrono

1 - PFB

DD/S 66-5277 - Memo dtd 29 Sept 66 for DD/S from D/Pers, subj: Extension of Statutory Fringe Benefits to Certain Contract Employees
w/att

**Breakdown of Estimated Cost in FY 1967 of Extending Statutory
Fringe Benefits to Certain Contract Employees**

<u>Component</u>	<u>Estimated Cost</u>
O/DCI	\$ 600
Other DCI Area	600
Total DCI Area	<u>1,200</u>
Total DD/I Area	<u>6,000</u>
OSA	12,600
Other DDS&T Area	<u>1,400</u>
Total DDS&T Area	<u>14,000</u>
Medical	2,000
Communications	6,400
Finance	300
Logistics	700
Personnel	2,100
Security	2,100
Training	<u>9,400</u>
Total DD/S Area	<u>28,000</u>
Africa Division	8,000
CA Staff	12,300
NE Division	13,300
	12,800
Europe Division	32,200
	28,900
Far East Division	51,200
FI Staff	600
CI Staff	2,000
RI Division	2,000
SB Division	7,200
TSD	11,200
WH Division	32,900
CCS	<u>1,200</u>
Total DD/P Area	<u>225,800</u>
Total Agency Estimated Cost	<u>\$ 270,000</u>